

LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Conservation Auditorium, 1st Floor, State Land & Natural Resources Building, 625 North 4th Street, Baton Rouge, Louisiana, at 9:00 a.m., on **TUESDAY, MAY 23, 2000**, upon the application of **KCS MEDALLION RESOURCES, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of an Order pertaining to the following matters relating to the **Davis Sand, Reservoir A**, in the Calhoun Field, Ouachita Parish, Louisiana.

1. To establish a single additional drilling and production unit for the exploration for and production of gas and condensate from the Davis Sand, Reservoir A, to be designated DAVIS RA SUY.
2. To force pool and integrate all of the separately owned tracts, minerals leases and other property interests within the proposed unit in accordance with Section 10, Title 30, of the Louisiana Revised Statutes of 1950 with each tract sharing in unit production on a surface acreage basis of participation.
3. To designate the KCS Medallion Resources, Inc. - Arlis Sanford No. 1 Well as the unit well for DAVIS RA SUY, in exception to the spacing rules established by the 397-D Series of Office of Conservation Orders, and to designate KCS Medallion Resources, Inc. as operator of the unit.
4. To extend the existing field rules for the Davis Sand, Reservoir A, to the proposed unit except to the extent inconsistent herewith.
5. To consider such other matters as may be pertinent.

The Davis Sand of the Cotton Valley Formation, in the Calhoun Field, Ouachita Parish, Louisiana, was initially defined in Office of Conservation Order No. 397-D, effective on and after May 1, 1959; and was redefined as the Davis Sand, Reservoir A, Cotton Valley Formation, in Office of Conservation Order No. 397-D-4, effective on and after March 29, 1977.

A plat is available for inspection in the Office of Conservation in **Baton Rouge** and **Monroe**, Louisiana. All parties having interest therein shall take notice thereof.

BY ORDER OF:

PHILIP N. ASPRODITES
COMMISSIONER OF CONSERVATION

Baton Rouge, La 4/17/00;4/20/00
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IF ACCOMMODATIONS ARE REQUIRED UNDER AMERICANS WITH DISABILITIES ACT, PLEASE CONTACT DEPARTMENT OF NATURAL RESOURCES, PERSONNEL SECTION AT P.O. BOX 94396, BATON ROUGE, LA 70804-9396 IN WRITING OR BY TELEPHONE (225) 342-2134 BETWEEN THE HOURS OF 8:00 A.M. AND 4:30 P.M., MONDAY THRU FRIDAY WITHIN

TEN (10) WORKING DAYS OF THE HEARING DATE.